



General Assembly

January Session, 2005

**Proposed Bill No. 646**

LCO No. 1763

Referred to Committee on Finance, Revenue and Bonding

Introduced by:

SEN. HERLIHY, 8th Dist.

**AN ACT CONCERNING A CAP ON EXPENDITURES FOR DEBT SERVICE.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 That the general statutes be amended to establish a cap on
- 2 expenditures for debt service on bonded indebtedness at a level of ten
- 3 per cent of general budget expenditures, and that there be a reduction
- 4 in the amount currently expended of not less than seventy-five one
- 5 hundredths of one per cent per fiscal year in order to reach the ten per
- 6 cent level during fiscal years 2009 and 2010.

**Statement of Purpose:**

To cap expenditures on debt service on state borrowing at a level of ten per cent of annual state spending.